

HOUSE BILL 3506
By Tindell

AN ACT to amend Tennessee Code Annotated, Section 50-6-405, relative to security maintained by employers that self insure for workers' compensation purposes.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. Tennessee Code Annotated, Section 50-6-405(b)(1), is amended by adding the following sentence immediately preceding the last sentence:

The statutory requirements set forth in subsection (b)(1) shall not apply to Tennessee governmental entities with statutory power to tax real and personal property within their respective boundaries and that maintain at least two (2) credit ratings of 'A', or the equivalent thereof, or better for general obligation debt of the entity from Standard & Poors, Moody's investors' service, Fitch ratings or other nationally recognized major credit rating agencies.

SECTION 2. This act shall take effect upon becoming a law, the public welfare requiring it.